ATTACHMENT 1 - AUTHORIZATION AND ELIGIBILITY REQUIREMENTS

Authorization Documentation

Attached (Att1_IG1_Eligibility_2of5) is the resolution adopted on October 27, 2010 by the Board of Director's of the Castaic Lake Water Agency (CLWA) designating the CLWA, an authorized representative, to file an application for a Round 1 Proposition 84 IRWM Implementation Grant with the California Department of Water Resources and execute an agreement with the State of California for an Integrated Regional Water Management (IRWM) Implementation Grant.

Eligibility Requirements

1. Is the applicant a local agency as defined in Appendix B of the Guidelines? Please explain.

Answer: Yes. CLWA has been designated by the Upper Santa Clara River (USCR) IRWM Regional Water Management Group (RWMG) to serve as the Applicant. CLWA is a public agency, as defined in Appendix B of the Guidelines, which is defined as any city, county, city and county, special district, joint powers authority, or other political subdivision of the State, a public utility as defined in Sections 216 of the Public Utilities Code, or a mutual water company as defined in Section 2725 of the Public Utilities Code (California Water Code § Section 10535). The CLWA is a public agency formed and established by the California State Legislature in 1962 for the principal purpose of providing imported Northern California water for use within and adjacent to the Santa Clarita Valley (refer CWC Appendix § Section 103).

2. What is the statutory or other legal authority under which the applicant was formed and is authorized to operate?

Answer: The Applicant was formed and is authorized to operate pursuant to California Water Code Appendix, Chapter 103 adopted in 1962.

3. Does the applicant have legal authority to enter into a grant agreement with the State of California?

Answer: Yes. The CLWA has the legal authority to enter into a grant agreement as cited in the October 27, 2010 resolution, which is attached (Att1_IG1_Eligible_2of5). The resolution authorizes the CLWA to file an application for a Round 1 Proposition 84 IRWM Implementation Grant, designates the CLWA as the authorized representative to file the application with the California Department of Water Resources and authorizes CLWA to execute an agreement with the State of California for an IRWM Implementation Grant.

4. Describe any legal agreements among partner agencies and/or organizations that ensure performance of the proposal and tracking of funds.

Answer: Entities participating in the USCR IRWM Plan have not yet, but will, enter into legal agreements with CLWA for the purposes of grant administration. These agreements will be prepared upon award of the Proposition 84 funds to ensure performance of the proposal and the tracking of funds. Should CLWA enter into a grant agreement with the State, it is understood that implementation of the projects contained herein will become a requirement of the grant contract, and progress towards completion will be submitted along with other items required by the grant contract.

GWMP Compliance

The projects being proposed in this grant application will enhance the reliability of existing supplies within the Santa Clarita Valley by reducing water demand, and increasing water supply and increasing water quality. Table 1-1 show an indirect impact of these projects may be impacts to the underlying groundwater in the following manner:

TABLE 1-1
GWMP COMPLIANCE

Proposal Projects	Potential Groundwater Impact (positive or negative and justification)
Santa Clarita Valley Water Use	Positive, project reduces demand, thereby decreasing the
Efficiency Plan Programs (CLWA-4)	SCV's dependence on groundwater, reducing overdraft, increasing groundwater levels.
Santa Clara River-Sewer Trunk Line	Positive, project increases reliability of groundwater resource
Relocation (NCWD-3)	by protecting the recharge area, improves the water quality.
Santa Clarita Valley Southern End	Positive, project creates new water supply, decreasing
Recycled Water Project (VWC-1)	dependence on groundwater.
Electrolysis & Volatilization for	Positive, project improves the water quality of potable water
Bromide Removal and DBP	and ultimately wastewater effluent applied to groundwater.
Reduction (CLWA-2)	
Santa Clara River, San Francisquito	Positive, project increases reliability of groundwater resource
Creek Arundo and Tamarisk	by protecting the recharge area, replacing high water use non-
Removal Project (SC-1/USFS-1)	native plants with natives and improves the water quality.

CLWA prepared a groundwater management plan in accordance with the provisions of Water Code Section 10753.7, which was originally enacted by AB 3030, for its wholesale service area.

The general contents of CLWA's groundwater management plan (GWMP) were outlined in 2002, and a detailed plan was drafted and adopted in 2003. A copy of the GWMP is provided as (Att1_IG1_Eligible_3of5).

Compliance with CWC Section 83002.(b)(3)(B)

Eligibility for implementation grant funding is being established using an IRWM Plan adopted prior to September 30, 2008. The USCR IRWM RWMG, which is comprised of seven members: Castaic Lake Water Agency, City of Santa Clarita, Los Angeles County Flood Control District, Newhall County Water District, Santa Clarita Valley Sanitation District of Los Angeles County, Santa Clarita Water Division of Castaic Lake Water Agency and Valencia Water Company and one ex-officio member, the San Gabriel and Lower Los Angeles Rivers and Mountains Conservancy (RMC) each adopted the IRWMP, and the group collectively adopted the IRWMP.

As shown in Table 1-2, the Final USCR IRWM Plan was adopted by each RWMG member, and the group collectively adopted the IRWM Plan; the dates of each adoption are identified below.

TABLE 1-2 REGIONAL WATER MANAGEMENT GROUP DATE OF ADOPTION OF THE FINAL UPPER SANTA CLARA RIVER IRWM PLAN

Regional Water Management Group	Date Of Adoption
Castaic Lake Water Agency Governing Board	July 9, 2008
City of Santa Clarita City Council	July 15, 2008
Los Angeles County Department of Public Works Governing Board	August 5, 2008
Newhall County Water District Governing Board	July 10, 2008
Santa Clarita Water Division Governing Board	July 9, 2008
Santa Clarita Valley Sanitation District of Los Angeles County Governing Board	July 24, 2008
Valencia Water Company Governing Board of Directors	July 11, 2008
Rivers and Mountains Conservancy (ex-officio member of the RWMG) Governing Board	June 23, 2008

RWMG formally adopted the Upper Santa Clara River Integrated Regional Water Management Plan on July 30, 2008, at a public meeting held in Santa Clarita, California.

Consistency with an adopted IRWM Plan

Each project being proposed in this Reliability Proposal is consistent with the USCR IRWM Plan; four of the five projects are included as implementation projects in the Plan, and one of the five projects has been added to the IRWM Plan after adoption, but in accordance with the procedures in the adopted Plan and fully vetted by the Stakeholder group. Documentation from the Stakeholder group and RWMG supporting the inclusion of the project is provided as (Att1_IG1_Eligible_5of5).

Table 1-3 demonstrates how each project in the proposal meets the objectives established in the adopted USCR IRWM Plan (Att1 IG1 Eligible 4of5).

TABLE 1-3 CONSISTENCY WITH THE UPPER SANTA CLARA RIVER IRWM ADOPTED PLAN

	PROPOSAL PROJECTS						
			Santa				
	Santa		Clarita				
	Clarita		Valley		Santa Clara		
	Valley	Santa Clara	Southern	Electrolysis &	River, San		
	Water Use	River-	End	Volatilization	Francisquito		
	Efficiency	Sewer	Recycled	for Bromide	Creek Arundo		
IDIAM DI	Plan	Trunk Line	Water	Removal and	and Tamarisk		
IRWM Plan	Programs	Relocation	Project (1)	DBP Reduction	Removal Project		
Objective	(CLWA-4)	(NCWD-3)	(VWC-1)	(CLWA-2)	(SC-1/USFS-1)		
Reduce	A		A				
Water Demand	•		•				
Improve							
Operational		A	A				
Efficiency		•					
Increase							
Water Supply	•		•		•		
Improve							
Water		•		•	•		
Quality							
Promote							
Resource		•		6	•		
Stewardship							